LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

FISCAL IMPACT STATEMENT

LS 6483 NOTE PREPARED: Dec 19, 2006

BILL NUMBER: SB 193 BILL AMENDED:

SUBJECT: Comprehensive Care Bed Moratorium Extension.

FIRST AUTHOR: Sen. Miller BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State

DEDICATED
X FEDERAL

Summary of Legislation: This bill extends the moratorium on new comprehensive care beds until June 30, 2008.

Effective Date: Upon passage.

Explanation of State Expenditures: The State Department of Health reported that extending the administration of a moratorium on the licensure of new nursing facility beds or facilities would have a negligible fiscal impact. The bill also prohibits the Indiana Health Facilities Council from certifying new or converted comprehensive care beds for participation in the Medicaid reimbursement program through June 30, 2008. This bill would exempt hospitals and health facilities under development on June 30, 2006, from the moratorium. The Department would likely reject applications for new licenses and Medicaid or Medicare certifications for affected facilities until the expiration of the moratorium on June 30, 2008.

Explanation of State Revenues: Depending on the number of applications rejected, license fee revenues would not be collected for any new beds or facilities during the one-year moratorium extension. A nursing facility pays a \$200 fee for the first 50 additional beds and \$10 for each bed in excess of 50. License fee revenue is deposited in the General Fund. This bill does not affect the renewal of existing licenses.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Indiana Department of Health; Family and Social Services Administration, Office

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of Medicaid Policy and Planning.

Local Agencies Affected:

Information Sources: State Department of Health.

Fiscal Analyst: Kathy Norris, 317-234-1360.

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